STATEMENT OF WORK

FOR

KINGDOM OF SAUDI ARABIA M1A2 LINE REPLACEABLE UNITS (LRU's) AND SHOP REPLACEABLE UNITS (SRU's)

C.1 Scope

- C.1.1 The contractor shall provide the supplies and services necessary to perform repair actions on all Kingdom of Saudi Arabia (KSA) M1A2 material. This shall include the maintenance required to correct material damaged or failed and to restore the components, assemblies, or subassemblies to a serviceable condition as described in paragraph C.2 (Task A-Repair).
- C.1.2 Repairables consisting of entities and/or components of the items listed in but not limited to the <u>Parts to be Repaired Listing</u>, Exhibit A shall be delivered to the contractor's repair facility by the FMS customer's freight forwarder. Additional components identified by USG and **Royal Saudi Land Forces Ordnance Corps** shall also be delivered to the contractor's repair facility, assuming adequate funding is, or shall be made available.
- C.1.3 All KSA repairables shall be returned/delivered to the KSA designated freight forwarder, <u>Maritime</u>, for transport to KSA upon completion of repair. Upon completion of repair <u>Maritime</u> will be advised via "notice of Availability." The freight forwarder will be responsible for receiving the material at the repair facility and transporting to KSA. All material will be returned under the same document number it was received.

Shipping information is:

SHIP TO: MINISTERY OF DEFENSE AND AVIATION

THE MARITIME COMPANY FOR NAVIGATION

249 SHIPYARD BOULEVARD WILMINGTON, NC 28412-6227

MARK FOR: MINISTERY OF DEFENSE AND AVIATION

ROYAL SAUDI LAND FORCES ORDNANCE CORPS

MF OCS AL-KHARJ DEPOT JEDDAH, SAUDI ARABIA

C.2 Task A - Repair:

- C.2.1 Upon receipt of KSA component, the contractor assets manager shall induct the item for repair and proceed in accordance with the following paragraphs:
- C.2.1.1 The contractor shall have failed parts inspected and tested to the Technical Data Package (TDP) and acceptance test requirement applicable to the item and do such other tests as are necessary in order to ascertain the nature and extent of the failure. Formal submittal of failure identification documentation would only be required for unique items when requested by Royal Saudi Land Forces Ordnance Corps. Th KSA assets received for repair shall be upgraded tot he latest Kingdom of Saudi Arabia configuration, if applicable. (Reference paragraph C.2.4)
- C.2.1.2 If the estimated base repair cost for a component exceeds the negotiated estimated material cost and is more than 50% of the AMDF price the contractor shall request authority to repair that component in writing or by electronic mail to the Government PCO. The PCO will seek Royal Saudi Land Forces Ordnance Corps approval for higher cost of repair. Response shall be provided to the contractor by message within 30 working days of message receipt. When the contractor is directed to repair the item, the period between the contractor's notice and the US. Government reply shall not be included in the delivery turnaround times. Components, which are not authorized for repair, shall be disposed of in accordance with the Royal Saudi Land Forces Ordnance Corps direction.
- C.2.1.3 The contractor shall exert best effort to meet a net average turnaround time of 180 days for repaired items. Total turnaround time is defined as receipt by the Contractor (or authorization to repair part) to Notification of Availability to the Freight Forwarder, Maritime.
- C.2.2 Repairs shall be made under the inspect, repair, and return-to-stock concept, which is intended to return components to the ready-for-issue inventory without undergoing complete refurbishment. Rework/refurbishment shall be limited to the work required to restore units to the ready-for-issue inventory. However, cosmetic repairs necessary to insure the correct interpretation of dial, knob, switch, etc., positions shall be made.
- C.2.3 In those cases where specification permit and it is economically feasible to do so, removed parts which are normally classified consumable may be reworked instead of replaced provided

rework costs do not exceed cost of new parts. Reworked items shall be to vehicle prime item product fabrication specification (latest configuration including applicable upgrade) and may be subject to verification at the discretion of the U.S. Government PCO.

- C.2.4 Repair Configuration Approval: Items repaired for the Kingdom of Saudi Arabia (KSA) shall be returned in the same configuration as received. However, if the part was upgraded as a result of an approved KSA field upgrade program, engineering change proposal, and/or modification; the contractor shall upgrade the item to that later configuration. The contractor shall request PCO approval prior to the upgrading any component returned for repair if the contemplated upgrade is a result of a contractor initiated configuration change (e.g. Obsolescence Issues, Internal Change Requests) or it the upgrade is not a result of an approved KSA field upgrade program, engineering change proposal, and/or modification. The Government shall respond in thirty (30) work days to contractor's request for approval for upgrade providing specific written repair/upgrade direction or disposition instructions.
- C.3 Task B Request for Waiver/Deviation (RFW/RFD):
- C.3.1 During the life of this contract, if the contractor should find it necessary to temporarily depart from a particular performance or design requirement of a specification, drawing or other document for a specific number of units or a specified period of time, the contractor shall seek written authorization from the U.S. Government PCO by completing a DD Form 1694 in accordance with DI-CMAN-80540 or DI-CMAN-80641.

C.3.1.1 Deviation:

A deviation is a one-time request for authorization to deviate from a requirement of the TDP. Deviations shall be submitted before commencing repair under the contract and cover the whole of the anticipated repair program.

C.3.1.2 Waiver:

A waiver is a one-time request that the U.S. Government PCO accepts (1) or more items that does not conform to the TDP requirement. Waivers shall be submitted before commencing the repair.

C.3.2 The contractor shall prepare a RFD/W, DD Form 1694, in accordance with MIL-TD-480. The contractor shall send the original RFD/W and the total number of copies shown on the form 1423, D1-CMAN-80640 (A002) and DI-CMAN-80641 (A003), to USG Representative.

C.4 Reports:

- C.4.1 The contractor shall develop/prepare a quarterly Contract Funds Status Report, DI-FMCL-81537, IAW CDRL A004.
- C.4.2 The contractor will provide, in the contractor's format, The Government with parts tracking data on a monthly basis.
- C.4.3 The contractor will provide a quarterly report to the Royal Saudi Land Forces Ordnance Corps through the PCO and United States Security Assistance Command of actual repair costs for unserviceable items repaired during that quarter. This will be the contractor's best estimate of the repair vendor's price or the repair vendor's actual billed price.
- C.5 The period of performance shall be twelve (12) months from the date of contract award. The KSA, with the contractor's acceptance, has the option of extending the period of performance in increments of twelve (12) months. The total period of performance shall not exceed thirty-six (36 months. This effort will be incremental funding provided as required to support KSA repair and return.